COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 4489-01 <u>Bill No.</u>: HB 1967

Subject: Enacts the Poultry Producer Protection Act

<u>Type</u>: Original

Date: March 12, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS								
FUND AFFECTED	FY 2003	FY 2004	FY 2005					
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0					

ESTIMATED NET EFFECT ON FEDERAL FUNDS							
FUND AFFECTED	FY 2003	FY 2004	FY 2005				
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON LOCAL FUNDS						
FUND AFFECTED	FY 2003	FY 2004	FY 2005			
Local Government	\$0	\$0	\$0			

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials with the **Department of Agriculture** and **Department of Natural Resources** assume the proposal would have minimal or no fiscal impact on their agencies.

Officials with the **Attorney General's Office** stated that this proposal would require the need for one-half AAG III to review complaints and enforce the provisions of this bill. This proposal alone would not require the Attorney General's Office to hire additional personnel; however, the cumulative effect of several bills requiring rulemaking activity could require additional resources.

Oversight assumes the Attorney General's Office could absorb the costs related to this proposal. If multiple bills pass which require additional regulations at substantial costs, the Attorney General's Office could request funding through the appropriations process. Any decisions to raise appropriations to defray costs would likely be made in subsequent fiscal years.

FISCAL IMPACT - State Government	FY 2003 (10 Mo.)	FY 2004	FY 2005
	\$0	\$0	\$0
FISCAL IMPACT - Local Government	FY 2003 (10 Mo.)	FY 2004	FY 2005
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

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DESCRIPTION

When poultry contract producers make required capital investments of \$100,000 or more per poultry production contract, as defined in the bill, this bill prohibits those contracts from being renegotiated, altered, or amended, except in certain circumstances. The bill also provides certain legal rights and protections for poultry producers.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture Department of Natural Resources Attorney General's Office

> Mickey Wilson, CPA Acting Director

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